

RECEIVED

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

MAR 03 2010

Form C-141  
Revised October 10, 2003

HOBBSUCD Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

OPERATOR  Initial Report  Final Report

Name of Company	COG OPERATING LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	GC #27 FEDERAL TANK BATTERY	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NM-029405B
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	20	17S	32E					LEA

Latitude 32.81569 Longitude 103.78975

NATURE OF RELEASE

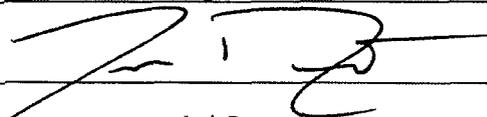
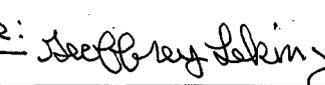
Type of Release	Produced water	Volume of Release	21bbls	Volume Recovered	20bbls
Source of Release	Water tank	Date and Hour of Occurrence	02/26/2010	Date and Hour of Discovery	02/26/2010
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*  
The pump could not pump fluid at a sufficient rate due to line pressure. Water trucks were called but did not arrive fast enough to prevent the tank from running over.

Describe Area Affected and Cleanup Action Taken.\*  
The release was completely contained inside the dike wall that is lined with 40 mil plastic. 21bbls of produced water was initially released and a vacuum truck was able to recover 20bbls. The saturated gravel will be removed and hauled to the appropriate disposal facility. The dike will then be replaced with fresh gravel.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature:		<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Josh Russo	Approved by ENV. ENGINEER:	
Title:	HSE Coordinator	Approval Date:	03/03/10
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	05/03/10
Date:	03/01/2010	Phone:	432-212-2399
		Conditions of Approval:	SUBMIT FINAL C-141 BY 05/03/10.
		Attached	<input type="checkbox"/>
		IRP-12-10-2670	

\* Attach Additional Sheets If Necessary